

SENATE BILL 435

C8

2lr2396

By: **Senator McFadden**

Introduced and read first time: February 2, 2012

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Maryland Economic Development Corporation – Bonding Authority and**
3 **Reporting Requirement**

4 FOR the purpose of authorizing the Maryland Economic Development Corporation to
5 finance certain projects when bonds are payable or guaranteed by certain
6 educational institutions if the Corporation has a certain ownership interest in
7 the property and the property is leased to the educational institution; altering
8 the date the Corporation is required to submit a certain report; and generally
9 relating to the Maryland Economic Development Corporation.

10 BY repealing and reenacting, with amendments,
11 Article – Economic Development
12 Section 10–103 and 10–132
13 Annotated Code of Maryland
14 (2008 Volume and 2011 Supplement)

15 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
16 MARYLAND, That the Laws of Maryland read as follows:

17 **Article – Economic Development**

18 10–103.

19 **(A) IN THIS SECTION, “EDUCATIONAL INSTITUTION” AND “HEALTH**
20 **CARE INSTITUTION” HAVE THE MEANINGS STATED IN § 10–301 OF THIS TITLE.**

21 **(B)** A project financed under this subtitle may not include property that is
22 eligible to be financed under Subtitle 3 of this title if any bonds issued under this
23 subtitle to finance the property would be payable or guaranteed, directly or indirectly,

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 by [an “educational institution” or a “health care institution” as those terms are
2 defined in § 10–301 of this title]:

3 **(1) A HEALTH CARE INSTITUTION; OR**

4 **(2) AN EDUCATIONAL INSTITUTION, UNLESS:**

5 **(I) THE PROPERTY WILL BE OWNED BY THE CORPORATION**
6 **OR LEASED TO THE CORPORATION UNDER A GROUND LEASE; AND**

7 **(II) WILL BE LEASED BY THE CORPORATION TO AN**
8 **EDUCATIONAL INSTITUTION.**

9 10–132.

10 (a) On or before [~~October~~] **NOVEMBER** 1 of each year, the Corporation shall
11 submit a report to the Governor, the Maryland Economic Development Commission,
12 and, in accordance with § 2–1246 of the State Government Article, the General
13 Assembly.

14 (b) The report shall include a complete operating and financial statement
15 and summarize the activities of the Corporation during the preceding fiscal year.

16 **SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect**
17 **June 1, 2012.**